

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF WEST DAVIESS COUNTY)	
WATER DISTRICT FOR RATE ADJUSTMENT)	CASE NO.
PURSUANT TO THE ALTERNATIVE RATE FILING)	89-085
PROCEDURE FOR SMALL UTILITIES)	

O R D E R

On April 7, 1989, West Daviess County Water District ("West Daviess") filed its application for Commission approval of a proposed increase in its rates for water service. The proposed rates for water service would generate additional annual revenues of \$35,402, an increase of 6.42 percent above test-year revenues.

In May 1989, Commission Staff conducted a field review of 1988 test-period financial records. Based upon this review, Commission Staff issued its report on July 18, 1989, recommending the proposed rates be accepted.

By letter dated July 19, 1989 West Daviess was advised to file comments on the Staff Report or request a hearing no later than August 3, 1989 or the case would stand submitted to the Commission for decision. No comments on the Staff Report or requests for a hearing have been received.

The Commission, after considering the evidence of record and being sufficiently advised, finds:

1. The recommendations and findings contained in the Staff Report regarding the increase in basic rates are supported by the

evidence of record, are reasonable, and are hereby adopted as the findings of the Commission in this proceeding and are incorporated by reference as if fully set out herein.

2. The rates in Appendix A, attached hereto and incorporated herein, are the fair, just, and reasonable rates for West Daviess and will produce gross annual revenues of \$598,864. These rates will allow West Daviess sufficient revenues to meet its operating expenses, service its debt, and provide for future equity growth.

IT IS THEREFORE ORDERED that:

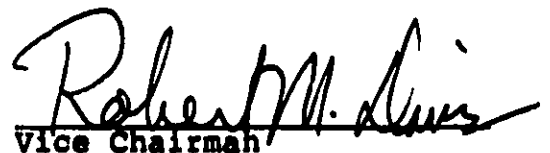
1. The rates proposed by West Daviess and contained in Appendix A are approved for service rendered by West Daviess on and after the date of this Order.

2. Within 30 days of the date of this Order, West Daviess shall file with the Commission its revised tariff setting out the rates approved herein.

Done at Frankfort, Kentucky, this 8th day of September, 1989.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 89-085 DATED 9/8/89

The following rates and charges are prescribed for the customers in the area served by West Daviess County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Monthly Water Rates

Non-User	\$4.50
First 2,000 gallons	5.70 minimum bill
Next 8,000 gallons	2.05 per 1,000 gallons
Next 10,000 gallons	1.65 per 1,000 gallons
Next 20,000 gallons	1.50 per 1,000 gallons
Over 40,000 gallons	1.45 per 1,000 gallons
Deposit	\$20
Service Order Change	
Regular hours	\$20
After hours	\$50
Disconnection of Delinquent Accounts	
Regular hours	\$30
After hours	\$60
Meter Installation Charges	
5/8 x 3/4 inch meters	\$ 300
1 inch meters	500
1 1/2 inch meters	1,150
2 inch meters	1,400
Administrative Fee For Meters	
Larger Than 2 Inches	\$115

Fire Protection Service (Sprinkler System)

<u>Size</u>	<u>Monthly Rate</u>
2 inch	\$12
4 inch	24
6 inch	34
8 inch	45
10 inch	55
12 inch	75

Surcharge

\$0.29 per 1,000 gallons for a period of 60 months.